

	2003 HK\$'000	2002 HK\$'000	Changes
Operating results			
Turnover	1,021,076	1,060,437	-3.7%
Gross profit	148,907	158,764	-6.2%
Net loss	<u>(23,520)</u>	<u>(98,911)</u>	<u>—</u>
Financial position at year end			
Fixed assets	147,795	168,025	-12.0%
Bank balances and cash	84,003	87,776	-4.3%
Net current assets	117,745	142,369	-17.3%
Total assets	547,061	510,456	7.2%
Bank loans and overdrafts	109,123	69,144	57.8%
Total liabilities	279,017	201,860	38.2%
Shareholders' funds	<u>268,044</u>	<u>308,596</u>	<u>-13.1%</u>
Per share information			
Net loss per share (Hong Kong cents)	(6.5)	(27.5)	—
Dividend per share (Hong Kong cents)	3.5	4.8	-27.1%
Net asset value per share (Hong Kong cents)	<u>74.4</u>	<u>85.7</u>	<u>-13.2%</u>
Ratio analysis			
Profitability			
Gross profit margin	14.6%	15.0%	-0.4%
Net profit margin	-2.3%	-9.3%	—
Return on shareholders' funds	-8.8%	-32.1%	—
Liquidity			
Current ratio	1.4	1.7	-17.6%
Gearing ratio	40.7%	22.4%	18.3%
Operating efficiency			
Inventory turnover period (days)	56	53	5.7%
Trade receivable turnover period (days)	54	35	54.3%
Trade payable turnover period (days)	<u>41</u>	<u>35</u>	<u>17.1%</u>

FORMULA

Return on shareholders' funds	=	Net loss/Shareholders' funds
Current ratio	=	Current assets/Current liabilities
Gearing ratio	=	Bank loans and overdrafts/Shareholders' funds
Inventory turnover period	=	365 x Inventories/Cost of sales
Trade receivable turnover period	=	365 x Trade receivable/Turnover
Trade payable turnover period	=	365 x Trade payable/Cost of sales

Financial Highlights

FIVE YEAR FINANCIAL SUMMARY

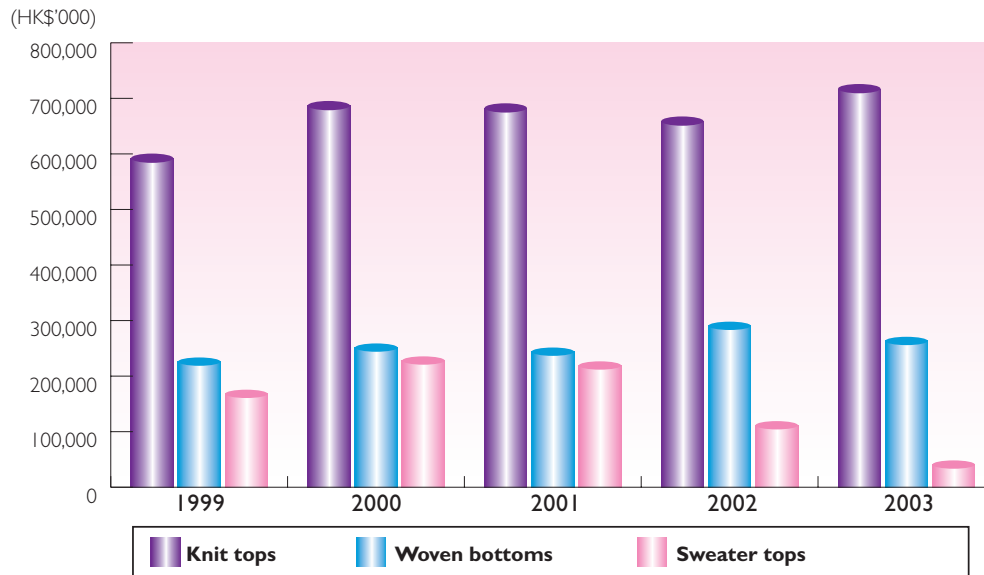
Results

	Year ended 31st December				
	2003 HK\$'000	2002 HK\$'000	2001 HK\$'000	2000 HK\$'000	1999 HK\$'000
Turnover	<u>1,021,076</u>	<u>1,060,437</u>	<u>1,146,426</u>	<u>1,166,804</u>	<u>987,635</u>
(Loss)/profit before taxation	(21,905)	(95,406)	106,834	139,492	113,992
Taxation	<u>(7,120)</u>	<u>(3,168)</u>	<u>(13,613)</u>	<u>(19,285)</u>	<u>(12,917)</u>
(Loss)/profit after taxation	(29,025)	(98,574)	93,221	120,207	101,075
Minority interests	<u>5,505</u>	<u>(337)</u>	<u>1,813</u>	<u>(133)</u>	<u>(399)</u>
(Loss)/profit attributable to shareholders	<u>(23,520)</u>	<u>(98,911)</u>	<u>95,034</u>	<u>120,074</u>	<u>100,676</u>

Assets and liabilities

	As at 31st December				
	2003 HK\$'000	2002 HK\$'000	2001 HK\$'000	2000 HK\$'000	1999 HK\$'000
Total assets	547,061	510,456	521,579	514,716	408,679
Total liabilities	<u>(279,017)</u>	<u>(201,860)</u>	<u>(191,746)</u>	<u>(197,680)</u>	<u>(242,740)</u>
Shareholders' funds	<u>268,044</u>	<u>308,596</u>	<u>329,833</u>	<u>317,036</u>	<u>165,939</u>

Turnover by product categories



	1999	2000	2001	2002	2003
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Knit tops	592,335	686,889	682,451	658,030	716,927
Woven bottoms	226,493	251,559	244,634	291,067	263,344
Sweater tops	168,807	228,356	219,341	111,340	40,805
Total	987,635	1,166,804	1,146,426	1,060,437	1,021,076